

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF KIRKSVILLE WATER) CASE NO. 2011-00208
ASSOCIATION)

ORDER

On June 16, 2011, Kirksville Water Association ("Kirksville") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Kirksville purchases water from Richmond Utilities ("Richmond").
2. Richmond notified Kirksville that, effective July 1, 2011, its volumetric wholesale rate to Kirksville would increase from \$2.14 per 100 cubic feet to \$2.17 per 100 cubic feet.
3. Kirksville proposes a purchased water adjustment factor of \$0.05 per 1,000 gallons, to become effective on July 1, 2011.
4. During the 12 months ending April 30, 2011, Kirksville purchased 14,430,538 cubic feet of water from Richmond and sold 93,840,894 gallons of water. The increase in the cost of purchased water is \$4,329.16, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

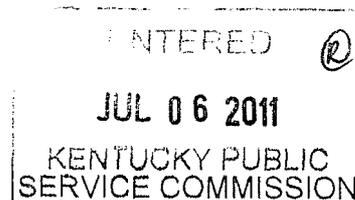
¹ KRS 278.012; 807 KAR 5:068.

5. The purchased water adjustment factor of \$0.05 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Kirksville's proposed rates are approved.
2. The purchased water adjustment factor of \$0.05 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for services rendered on or after July 1, 2011.
4. Within 20 days of the date of this Order, Kirksville shall file revised tariff sheets with this Commission setting forth the rates approved in this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00208 DATED JUL 06 2011

	New Rate	Base Rate
Kirksville Water		
Purchases in cubic feet	14,430,538	14,430,538
Volumetric rate	<u>\$ 2.17/100</u>	<u>\$ 2.14/100</u>
	\$ 313,142.67	\$ 308,813.51
		Increased water cost \$4,329.16
Increased water cost	\$ 4,329.16	
Divided by gallons sold	<u>93,840,894</u>	
Purchased water adjustment factor	\$0.05 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00208 DATED JUL 06 2011

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 Gallons	\$16.96	Minimum Bill
Next	3,000 Gallons	8.16	per 1,000 Gallons
Next	5,000 Gallons	6.82	per 1,000 Gallons
Over	10,000 Gallons	5.71	per 1,000 Gallons

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